## Message Text

LIMITED OFFICIAL USE

PAGE 01 NAIROB 13701 061057Z

20

**ACTION AF-08** 

INFO OCT-01 ISO-00 EB-07 XMB-02 /018 W

----- 011855

R 061008Z DEC 76 FM AMEMBASSY NAIROBI

TO SECSTATE WASHDC 4593

INFO USDOC WASHDC

LIMITED OFFICIAL USE NAIROBI 13701

DEPT. PASS EXIMBANK

E.O. 11652: N/A

TAGS: BEXP, BTIO, KE

SUBJECT: KENYAN MAJOR PURCHASE OF RAILWAY EQUIPMENT

REF: NAIROBI 10149, NAIROBI 9789

- 1. THE LOCAL REPRESENTATIVE OF ELECTRO-MOTIVE DIVISION, GENERAL MOTORS CORPORATION, HAS ADVISED EMB THAT THE KENYA REGIONAL MANAGER, EAST AFRICAN RAILWAYS CORPORATION, HAS REISSUED INVITATIONS TO TENDER FOR MAJOR EQUIPMENT PURCHASES. GM HDQ, CHICAGO, HAS RECEIVED A LETTER, DATED NOVEMBER 27, FROM THE KENYA REG MGR STATING THAT SELECTED FIRMS ARE BEING INVITED AND ARE TO REPLY BY DECEMBER 31ST, 1976 WITH EXPRESSION OF INTEREST.
- 2. FOUR FIRMS, 2 U.S. (GM AND INTERNATIONAL GENERAL ELECTRIC) AND 2 CANADIAN (MONTREAL LOCOMOTIVE WORKS AND DIESEL DIVISION, GM OF CANADA), ARE BEING INVITED TO RETENDER FOR THE MAIN-LINE LOCOMOTIVES.
- 3. THE CONTRACTS FOR ROLLING STOCK AND SMALL SHUNTERS ARE EXPECTED TO BE AWARDED TO BRITISH FIRMS. THE CONTRACT FOR TRIP-SHUNTERS IS EXPECTED TO GO TO A WEST GERMAN FIRM, HENSCHEL.
- 4. COMMENT. THESE DEVELOPMENTS, IF ACCURATE, INDICATE THAT CANADIAN (EXCEPT FOR POSSIBILITY IN PARA 2) AND LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 NAIROB 13701 061057Z

JAPANESE FIRMS, WHICH FORMERLY RECEIVED LETTERS OF INTENT,

ARE BEING DEALT OUT OF THE NEW PURCHASING DECISIONS. RECALL OF THE ORIGINAL LETTERS OF INTENT IS THOUGHT TO HAVE BEEN CAUSED BY THE BRITISH, WHO WERE VERY DISSAPPOINTED AT NOT HAVING ORIGINALLY RECEIVED ANY MAJOR CONTRACTS. AN INTENSIVE CAMPAIGN TO CAPTURE A MAJOR PORTION OF THE AWARDS HAS BEEN WAGED BY THE BRITISH RECENTLY, INCLUDING FREQUENT PRESS MENTION OF "SOFT FINANCING TERMS" BY THE COMPETING NATIONS. IMPLICATION IS THAT THIS TIME BRITISH WILL PUT TOGETHER MORE ATTRACTIVE FINANCING PACKAGE.

LIMITED OFFICIAL USE

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 06 DEC 1976 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED

Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ellisoob
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976NAIROB13701

Document Number: 1976NAIROB13701 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D760450-0196

From: NAIROBI

Handling Restrictions: n/a

Image Path:

Legacy Key: link1976/newtext/t19761270/aaaacicn.tel Line Count: 72

Locator: TEXT ON-LINE, ON MICROFILM

Office: ACTION AF

Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a
Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE

Previous Classification: EIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 76 NAIROBI 10149, 76 NAIROBI 9789 Review Action: RELEASED, APPROVED Review Authority: ellisoob

Review Comment: n/a Review Content Flags: Review Date: 15 APR 2004

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <15 APR 2004 by BoyleJA>; APPROVED <04 AUG 2004 by ellisoob>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MÁY 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: KENYAN MAJOR PURCHASE OF RAILWAY EQUIPMENT TAGS: BEXP, BTIO, KE
To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006